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1	PUBLIC ASSISTANCE AND
2	CHILDREN AND FAMILY SERVICES
3	*-1267/P1.100* Section 551. 49.001 (9) of the statutes is amended to read:
4	49.001 (9) "Wisconsin works Works agency" means a person under contract
5	under s. 49.143 to administer Wisconsin works Works under ss. 49.141 to 49.161. If
6	no contract is awarded under s. 49.143, "Wisconsin works Works agency" means the
7	department of workforce development children and families.
8	*-1267/P1.101* Section 552. Subchapter III (title) of chapter 49 [precedes
9	49.11] of the statutes is amended to read:
10	CHAPTER 49
11	SUBCHAPTER III
12	ECONOMIC CHILDREN AND FAMILY SUPPORT AND WORK PROGRAMS
13	<u>SERVICES</u>
14	*-1261/P3.452* Section 553. 49.11 (1) of the statutes is amended to read:
15	49.11 (1) "Department" means the department of workforce development
16	children and families.
17	*-1267/P1.102* Section 554. 49.11 (1) of the statutes is amended to read:
18	49.11 (1) "Department" means the department of workforce development
19	children and families.
20	*-1267/P1.103* Section 555. 49.11 (2) of the statutes is amended to read:
21	49.11 (2) "Secretary" means the secretary of workforce development children
22	and families.
23	*-1267/P1.104* SECTION 556. 49.138 (1m) (intro.) of the statutes is amended
24	to read:

49.138 (1m) (intro.) The department shall implement a program of emergency assistance to needy persons in cases of fire, flood, natural disaster, homelessness or impending homelessness, or energy crisis. The department shall establish the maximum amount of aid to be granted, except for cases of energy crisis, per family member based on the funding available under s. 20.445 (3) 20.437 (2) (dz) and (md). The department need not establish the maximum amount by rule under ch. 227. The department shall publish the maximum amount and annual changes to it in the Wisconsin administrative register. Emergency assistance provided to needy persons under this section may only be provided to a needy person once in a 12-month period. Emergency assistance provided to needy persons under this section in cases of homelessness or impending homelessness may be used only to obtain or retain a permanent living accommodation. For the purposes of this section, a family is considered to be homeless, or to be facing impending homelessness, if any of the following applies:

-1261/P3.453 Section 557. 49.143 (2) (b) of the statutes is amended to read:

49.143 (2) (b) Establish a children's services network. The children's services network shall provide information about community resources available to the dependent children in a Wisconsin works group, including charitable food and clothing centers; subsidized and low-income housing; transportation subsidies; the state supplemental food program for women, infants and children under s. 253.06 49.17; and child care programs. In a county having a population of 500,000 or more, a children's services network shall, in addition, provide a forum for those persons who are interested in the delivery of child welfare services and other services to children and families in the geographical area under sub. (6) served by that children's services network to communicate with and make recommendations to the

providers of those services in that geographical area with respect to the delivery of those services in that area.

-1267/P1.105 Section 558. 49.147 (6) (c) of the statutes is amended to read:

49.147 (6) (c) *Distribution and administration*. From the appropriation under s. 20.445 (3) 20.437 (2) (jL), the department shall distribute funds for job access loans to a Wisconsin Works agency, which shall administer the loans in accordance with rules promulgated by the department.

-1261/P3.454 SECTION 559. 49.147 (6) (cm) 1. of the statutes is amended to read:

49.147 (6) (cm) 1. The department of workforce development may, in the manner provided in s. 49.85, collect job access loan repayments that are delinquent under the terms of a repayment agreement. The department of workforce development shall credit all delinquent repayments collected by the department of revenue as a setoff under s. 71.93 to the appropriation account under s. 20.445 (3) (jL). Use of the process under s. 49.85 does not preclude the department of workforce development from collecting delinquent repayments through other legal means.

-1267/P1.106 SECTION 560. 49.147 (6) (cm) 1. of the statutes is amended to read:

49.147 (6) (cm) 1. The department of workforce development may, in the manner provided in s. 49.85, collect job access loan repayments that are delinquent under the terms of a repayment agreement. The department of workforce development shall credit all delinquent repayments collected by the department of revenue as a setoff under s. 71.93 to the appropriation account under s. 20.445 (3) 20.437 (2) (jL). Use of the process under s. 49.85 does not preclude the department

1	of workforce development from collecting delinquent repayments through other
· 2	legal means.
3	*-1267/P1.107* SECTION 561. 49.155 (1g) (b) of the statutes is amended to
4	read:
5	49.155 (1g) (b) From the appropriations under s. 20.445 (3) 20.437 (2) (cm),
6	(kx), and (mc), distribute $\$5,488,500$ in each fiscal year for grants under s. 49.134 (2)
7	for child day care resource and referral services, for grants under s. 49.137 (4m), for
8	a child care scholarship and bonus program, for administration of the department's
9	office of child care and for the department's share of the costs for the Child Care
10	Information Center operated by the division for libraries, technology, and
11	community learning in the department of public instruction.
12	*-1261/P3.455* Section 562. 49.155 (1g) (c) of the statutes is amended to read:
13	49.155 (1g) (c) From the appropriation account under s. 20.445 (3) 20.437 (2)
14	(mc), transfer \$4,438,200 in fiscal year 2005–06 2007–08 and \$4,440,500 in fiscal
15	year $\frac{2006-07}{2008-09}$ to the appropriation account under s. $\frac{20.435}{(3)}$ $\frac{20.437}{(1)}$
16	(kx).
17	*=1267/P1.108* SECTION 563. 49.155(1g)(c) of the statutes is amended to read:
18	49.155 (1g) (c) From the appropriation account under s. 20.445 (3) 20.437 (2)
19	(mc), transfer \$4,438,200 in fiscal year 2005-06 and \$4,440,500 in fiscal year
20	2006-07 to the appropriation account under s. 20.435 (3) (kx).
21	*-1267/P1.109* SECTION 564. 49.155 (1g) (d) of the statutes is amended to
22	read:
(23)	49.155 (1g) (d) From the appropriation under s. 20.445 (3) 20.437 (2) (md),
24	distribute \$3,378,500 in fiscal year 2005–06 and \$3,378,500 in fiscal year 2006–07
25	for grants under s. 49.134 (2) for child day care resource and referral services, for

1	contracts under s. 49.137 (4) for training and technical assistance, for grants under
2	s. 49.137 (4m), and for a child care scholarship and bonus program.
3	*-1267/P1.110* Section 565. 49.1635 (1) of the statutes is amended to read:
4	49.1635 (1) To the extent permitted under federal law and subject to sub. (2),
5	from the appropriation under s. 20.445 (3) 20.437 (2) (md) the department may
6	distribute funds to the Wisconsin Trust Account Foundation in an amount up to the
7	amount received by the foundation from private donations, but not to exceed
8	\$100,000 in a fiscal year. Except as provided in sub. (4), funds distributed under this
9	subsection may be used only for the provision of legal services to individuals who are
10	eligible for temporary assistance for needy families under 42 USC 601 et seq. and
11.	whose incomes are at or below 200% of the poverty line.
12	*-1267/P1.111* Section 566. 49.175 (1) (intro.) of the statutes is amended to
13	read:
14	49.175 (1) Allocation of funds. (intro.) Except as provided in sub. (2), within
15	the limits of the appropriations under s. $\frac{20.445}{3}$ $\frac{20.437}{2}$ (a), (cm), (dz), (kx),
16	(L), (mc), (md), (me), and (s), the department shall allocate the following amounts for constant and (s), and
17	the following purposes:
18	*-1261/P3.456* Section 567. 49.175 (1) (ze) (title) of the statutes is amended
19	to read:
20	49.175 (1) (ze) (title) Programs administered by the department of health and
21	family services relating to children and families.
22	*-1261/P3.457* Section 568. 49.175 (1) (ze) 10m. of the statutes is amended
23	to read:
24	49.175 (1) (ze) 10m. 'Safety services.' For services provided in counties having
25	a population of 500,000 or more to ensure the safety of children who the department

of health and family services determines may remain at home if appropriate services are provided, \$5,707,200 in each fiscal year.

-1267/P1.112 Section 569. 49.175 (1) (zh) of the statutes is amended to read:

49.175 (1) (zh) Earned income tax credit supplement. For the transfer of moneys from the appropriation account under s. 20.445 (3) 20.437 (2) (md) to the appropriation account under s. 20.835 (2) (kf) for the earned income tax credit, \$55,232,000 in each fiscal year.

-1267/P1.113 Section 570. 49.175 (2) (c) of the statutes is amended to read:

49.175 (2) (c) If the amounts of federal block grant moneys that are required to be credited to the appropriation accounts under s. 20.445 (3) 20.437 (2) (mc) and (md) are less than the amounts appropriated under s. 20.445 (3) 20.437 (2) (mc) and (md), the department shall submit a plan to the secretary of administration for reducing the amounts of moneys allocated under sub. (1). If the secretary of administration approves the plan, the amounts of moneys required to be allocated under sub. (1) may be reduced as proposed by the department and the department shall allocate the moneys as specified in the plan.

-1261/P3.458 SECTION 571. 49.19 (1) (a) 2. b. of the statutes is amended to read:

49.19 (1) (a) 2. b. Is living in a foster home or treatment foster home licensed under s. 48.62 if a license is required under that section, in a foster home or treatment foster home located within the boundaries of a federally recognized American Indian reservation in this state and licensed by the tribal governing body of the reservation, in a group home licensed under s. 48.625, or in a residential care center for children and youth licensed under s. 48.60, and has been placed in the foster home, treatment

foster home, group home, or center by a county department under s. 46.215, 46.22, or 46.23, by the department of health and family services, by the department of corrections, or by a federally recognized American Indian tribal governing body in this state under an agreement with a county department.

-1261/P3.459 Section 572. 49.19 (10) (a) of the statutes is amended to read:

49.19 (10) (a) Aid under this section may also be granted to a nonrelative who cares for a child dependent upon the public for proper support in a foster home or treatment foster home having a license under s. 48.62, in a foster home or treatment foster home located within the boundaries of a federally recognized American Indian reservation in this state and licensed by the tribal governing body of the reservation or in a group home licensed under s. 48.625, regardless of the cause or prospective period of dependency. The state shall reimburse counties pursuant to the procedure under s. 46.495 48.569 (2) and the percentage rate of participation set forth in s. 46.495 48.569 (1) (d) for aid granted under this subsection except that if the child does not have legal settlement in the granting county, state reimbursement shall be at 100%. The county department under s. 46.215 or 46.22 shall determine the legal settlement of the child. A child under one year of age shall be eligible for aid under this subsection irrespective of any other residence requirement for eligibility within this section.

-1261/P3.460 Section 573. 49.19 (10) (d) of the statutes is amended to read:

49.19 (10) (d) Aid may also be paid under this section to a licensed foster home, treatment foster home, group home, or residential care center for children and youth by the state when the child is in the custody or guardianship of the state, when the child is a ward of an American Indian tribal court in this state and the placement is made under an agreement between the department and the tribal governing body,

or when the child was part of the state's direct service case load and was removed from the home of a relative specified in sub. (1) (a) as a result of a judicial determination that continuance in the home of a relative would be contrary to the child's welfare for any reason and the child is placed by the department of health and family services or the department of corrections.

-1267/P1.114 Section 574. 49.19 (11) (a) 1. a. of the statutes is amended to read:

49.19 (11) (a) 1. a. Except as provided in subs. (11m) and (11s), monthly payments made under s. 20.445 (3) 20.437 (2) (dz) and (md) to persons or to families with dependent children shall be based on family size and shall be at 80% of the total of the allowances under subds. 2. and 4. plus the following standards of assistance beginning on September 1, 1987:

Figure 49.19 (11) (a) 1. a.:			
FAMILY SIZE	AREA I	AREA II	
	\$ 311	\$ 301	
2	550	533	
3	647	626	
4	772	749	
5	886	861	
6	958	929	
7	1,037	1,007	
8	1,099	1,068	
9	1,151	1,117	
10	1,179	1,143	

-1267/P1.115 Section 575. 49.19(11s)(d) of the statutes is amended to read:

49.19 (11s) (d) From the appropriation under s. 20.445 (3) 20.437 (2) (a), the department may award grants to county departments under ss. 46.215, 46.22 and 46.23 for providing education services relating to family planning, as defined in s. 253.07 (1) (a), to persons who are subject to par. (b).

-1267/P1.116 Section 576. 49.195 (3r) of the statutes is amended to read:

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49.195 (3r) From the appropriation under s. 20.445 (3) 20.437 (2) (L) the department may contract with or employ a collection agency or other person to enforce a repayment obligation of a person who is found liable under sub. (3) who is delinquent in making repayments.

-1267/P1.117 Section 577. 49.197 (1m) of the statutes is amended to read: 49.197 (1m) Fraud investigation. From the appropriations under s. 20.445 (3) 20.437(2)(dz), (kx), (L), (md), (n), and (nL), the department shall establish a program to investigate suspected fraudulent activity on the part of recipients of aid to families with dependent children under s. 49.19, on the part of participants in the Wisconsin Works program under ss. 49.141 to 49.161, and, if the department of health and family services contracts with the department under sub. (5), on the part of recipients of medical assistance under subch. IV, food stamp benefits under the food stamp program under 7 USC 2011 to 2036, supplemental security income payments under s. 49.77, payments for the support of children of supplemental security income recipients under s. 49.775, and health care benefits under the Badger Care health care program under s. 49.665. The department's activities under this subsection may include, but are not limited to, comparisons of information provided to the department by an applicant and information provided by the applicant to other federal, state, and local agencies, development of an advisory welfare investigation prosecution standard, and provision of funds to county departments under ss. 46.215, 46.22, and 46.23 and to Wisconsin Works agencies to encourage activities to detect fraud. The department shall cooperate with district attorneys regarding fraud prosecutions.

-1267/P1.118 SECTION 578. 49.197 (4) of the statutes is amended to read:

49.197 (4) County and tribal error reduction. If the department of health and family services contracts with the department under sub. (5), the department shall provide funds from the appropriation under s. 20.445 (3) 20.437 (2) (kx) to counties and governing bodies of federally recognized American Indian tribes administering Medical Assistance under subch. IV, the food stamp program under 7 USC 2011 to 2036, the supplemental security income payments program under s. 49.77, the program providing payments for the support of children of supplemental security income recipients under s. 49.775, and the Badger Care health care program under s. 49.665 to offset administrative costs of reducing payment errors in those programs.

-1261/P3.461 SECTION 579. 49.22 (3m) of the statutes is amended to read: 49.22 (3m) The department, acting as a state location service, shall furnish services under sub. (2) upon request to the department of health and family services, a county department under s. 46.215, 46.22, or 46.23 or a child welfare agency that is administering a program operated under 42 USC 620 to 628b or 42 USC 670 to 679a.

-1261/P3.462 Section 580. 49.22 (6) of the statutes is amended to read:

49.22 (6) The department shall establish, pursuant to federal and state laws, rules and regulations, a uniform system of fees for services provided under this section to individuals not receiving aid under s. 46.261 48.645, 49.19, or 49.47; benefits under s. 49.148, 49.155, or 49.79; foster care maintenance payments under 42 USC 670 to 679a; or kinship care payments under s. 48.57 (3m) or long-term kinship care payments under s. 48.57 (3n). The system of fees may take into account an individual's ability to pay. Any fee paid and collected under this subsection may be retained by the county providing the service except for the fee specified in 42 USC 653 (e) (2) for federal parent locator services.

-1267/P1.119 Section 581. 49.22 (7) of the statutes is amended to read:

49.22 (7) The department may represent the state in any action to establish paternity or to establish or enforce a support or maintenance obligation. The department may delegate its authority to represent the state in any action to establish paternity or to establish or enforce a support or maintenance obligation under this section to an attorney responsible for support enforcement under s. 59.53 (6) (a) pursuant to a contract entered into under s. 59.53 (5). The department shall ensure that any such contract is for an amount reasonable and necessary to assure quality service. The department may, by such a contract, authorize a county to contract with any attorney, collection agency or other person to collect unpaid child support or maintenance. If a county fails to fully implement the programs under s. 59.53 (5), the department may implement them and may contract with any appropriate person to obtain necessary services. The department shall establish a formula for disbursing funds appropriated under s. 20.445 (3) 20.437 (2) (md) to carry out a contract under this subsection.

- *-1267/P1.120* Section 582. 49.24 (1) of the statutes is amended to read:
- 49.24 (1) From the appropriation under s. 20.445 (3) 20.437 (2) (k), the department shall provide child support incentive payments to counties. Total payments under this subsection may not exceed \$5,690,000 per year.
 - *-1267/P1.121* SECTION 583. 49.26 (1) (d) of the statutes is amended to read:
- 49.26 (1) (d) A county department or Wisconsin works Works agency that provides services under this subsection directly shall develop a plan, in coordination with the school districts located in whole or in part in the county, describing the assistance that the county department or Wisconsin works Works agency and school districts will provide to individuals receiving services under this subsection, the

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number of individuals that will be served and the estimated cost of the services. The
county department or Wisconsin $\frac{\text{Works}}{\text{Works}}$ agency shall submit the plan to the
department of workforce development and the department of public instruction by
January 15, annually.

- *-1261/P3.463* Section 584. 49.27 of the statutes is created to read:
- **49.27 Legal actions.** The department may sue and be sued.
 - *-1261/P3.464* Section 585. 49.273 of the statutes is created to read:
 - 49.273 Research, investigations. The secretary shall plan for and establish within the department a program of research designed to determine the effectiveness of the treatment, curative, and rehabilitative programs of the various divisions of the department. The secretary may inquire into any matter affecting children and families, hold hearings, subpoena witnesses and make recommendations on those matters to the appropriate public or private agencies.
 - *-1261/P3.465* Section 586. 49.275 of the statutes is amended to read:
 - 49.275 Cooperation with federal government. The department may cooperate with the federal government in carrying out federal acts concerning public assistance under this subchapter and child welfare under ch. 48 and in other matters of mutual concern under this subchapter pertaining to public welfare and under ch. 48 pertaining to child welfare.
 - *-1261/P3.466* Section 587. 49.32 (1) (a) of the statutes is amended to read: 49.32 (1) (a) The Except as provided in s. 49.345 (14) (b) and (c), the department shall establish a uniform system of fees for services provided or purchased under this subchapter and ch. 48 by the department, or a county department under s. 46.215, 46.22, or 46.23, except as provided in s. 49.22 (6) and except where when, as determined by the department, a fee is administratively unfeasible or would

significantly prevent accomplishing the purpose of the service. A county department under s. 46.215, 46.22 or 46.23 shall apply the fees which that it collects under this program to cover the cost of such those services.

-1261/P3.467 SECTION 588. 49.32 (1) (am) of the statutes is created to read: 49.32 (1) (am) Paragraph (a) does not prevent the department from charging and collecting the cost of adoptive placement investigations and child care as authorized under s. 48.837 (7).

-1261/P3.468 SECTION 589. 49.32 (1) (b) of the statutes is amended to read: 49.32 (1) (b) Any Except as provided in s. 49.345 (14) (b) and (c), any person receiving services provided or purchased under par. (a) or the spouse of the person and, in the case of a minor, the parents of the person, and, in the case of a foreign child described in s. 48.839 (1) who became dependent on public funds for his or her primary support before an order granting his or her adoption, the resident of this state appointed guardian of the child by a foreign court who brought the child into this state for the purpose of adoption, shall be liable for the services in the amount of the fee established under par. (a).

-1261/P3.469 SECTION 590. 49.32 (1) (c) of the statutes is amended to read: 49.32 (1) (c) The department shall make collections from the person who in the opinion of the department is best able to pay, giving due regard to the present needs of the person or of his or her lawful dependents. The department may bring an action in the name of the department to enforce the liability established under par. (b). This paragraph does not apply to the recovery of fees for the care and services specified under s. 49.345.

-1261/P3.470 Section 591. 49.32 (2) (d) of the statutes is created to read:

	1	49.32 (2) (d) The department shall disburse from state or federal funds or both
	2	the entire amount and charge the county for its share under s. 48.569.
	3	*-1261/P3.471* Section 592. 49.32 (9) (a) of the statutes is amended to read:
	4	49.32 (9) (a) Each county department under s. 46.215, 46.22, or 46.23
	5	administering aid to families with dependent children shall maintain a monthly
	6	report at its office showing the names of all persons receiving aid to families with
	7	dependent children together with the amount paid during the preceding month.
(8	Each Wisconsin works agency administering Wisconsin works under ss. 49.141 to
	9	49.161 shall maintain a monthly report at its office showing the names of all persons
	10	receiving benefits under s. 49.148 together with the amount paid during the
	11	preceding month. Nothing in this paragraph shall be construed to authorize or
	12	require the disclosure in the report of any information (names, amounts of aid or
	13	otherwise) pertaining to adoptions, or aid furnished for the care of children in foster
	14	homes or treatment foster homes under s. 46.261 $\underline{48.645}$ or 49.19 (10).
	15	*-1267/P1.122* Section 593. 49.32 (11) of the statutes is amended to read:
	16	49.32 (11) COMMUNITY ACTION AGENCIES. The department shall distribute all of
	17	the funds under s. 20.445 (3) 20.437 (2) (cr) to community action agencies and
	18	organizations, including any of the 11 federally recognized tribal governing bodies
	19	in this state and limited-purpose agencies, in proportion to the share of funds
	20	actually allocated to these entities under 42 USC 1315 and from other federal and
4	21	private foundation sources that provide funds for job creation and development for
2	22	individuals with low incomes.

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-1261/P3.472 Section 594. 49.32 (11m) of the statutes is created to read:

49.32 (11m) CONSOLIDATION OF ALLOCATED TRIBAL FUNDS. The department may consolidate funds appropriated under s. 20.437 that are authorized or required to be

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and state law. The contract may also include provisions necessary to ensure uniform

cost accounting of services. Any changes to the proposed contract shall be mutually agreed upon. The county board of supervisors in a county with a single-county department or the county boards of supervisors in counties with a multicounty department shall approve the contract before January 1 of the year in which it takes effect unless the department grants an extension. The county board of supervisors in a county with a single-county department or the county boards of supervisors in counties with a multicounty department may designate an agent to approve addenda to any contract after the contract has been approved.

-1261/P3.477 Section 599. 49.325 (2g) (c) of the statutes is amended to read:

49.325 **(2g)** (c) The joint committee on finance may require the department to submit contracts between county departments under ss. 46.215, 46.22, and 46.23 and providers of services under this subchapter <u>or ch. 48</u> to the committee for review and approval.

-1261/P3.478 SECTION 600. 49.325 (2r) (a) 1. of the statutes is amended to read:

49.325 (2r) (a) 1. For services under this subchapter which or ch. 48 that duplicate or are inconsistent with services being provided or purchased by the department or other county departments receiving grants-in-aid or reimbursement from the department.

-1261/P3.479 Section 601. 49.325 (2r) (a) 2. of the statutes is amended to read:

49.325 (2r) (a) 2. Inconsistent with state or federal statutes, rules, or regulations, in which case the department may also arrange for provision of services under this subchapter or ch. 48 by an alternate agency. The department may not arrange for provision of services by an alternate agency unless the joint committee

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on finance or a review body designated by the committee reviews and approves the department's determination.

-1261/P3.480 Section 602. 49.325 (3) (a) of the statutes is amended to read:

49.325 (3) (a) Citizen advisory committee. Except as provided in par. (b), the county board of supervisors of each county or the county boards of supervisors of 2 or more counties jointly shall establish a citizen advisory committee to the county departments under ss. 46.215, 46.22 and 46.23. The citizen advisory committee shall advise in the formulation of the budget under sub. (1). Membership on the committee shall be determined by the county board of supervisors in a county with a single-county committee or by the county boards of supervisors in counties with a multicounty committee and shall include representatives of those persons receiving services, providers of services and citizens. A majority of the members of the committee shall be citizens and consumers of services. At least one member of the committee shall be chosen from the governing or administrative board of the community action agency serving the county or counties under s. 49.265, if any. The committee's membership may not consist of more than 25% county supervisors, nor of more than 20% services providers. The chairperson of the committee shall be appointed by the county board of supervisors establishing it. In the case of a multicounty committee, the chairperson shall be nominated by the committee and approved by the county boards of supervisors establishing it. The county board of supervisors in a county with a single-county committee or the county boards of supervisors in counties with a multicounty committee may designate an agent to determine the membership of the committee and to appoint the committee chairperson or approve the nominee.

-1261/P3.481 Section 603. 49.34 (1) of the statutes is amended to read:

49.34 (1) All services under this subchapter and ch. 48 purchased by the department or by a county department under s. 46.215, 46.22m or 46.23 shall be authorized and contracted for under the standards established under this section. The department may require the county departments to submit the contracts to the department for review and approval. For purchases of \$10,000 or less the requirement for a written contract may be waived by the department. No contract is required for care provided by foster homes or treatment foster homes that are

-1261/P3.482 Section 604. 49.34 (2) of the statutes is amended to read:

required to be licensed under s. 48.62. When the department directly contracts for

services, it shall follow the procedures in this section in addition to meeting

purchasing requirements established in s. 16.75.

49.34 (2) All services purchased under this subchapter <u>and ch. 48</u> shall meet standards established by the department and other requirements specified by the purchaser in the contract. Based on these standards the department shall establish standards for cost accounting and management information systems that shall monitor the utilization of the services, and document the specific services in meeting the service plan for the client and the objective of the service.

-1261/P3.483 Section 605. 49.34 (4) (a) of the statutes is amended to read:

49.34 (4) (a) Except as provided in this subsection, maintain a uniform double entry accounting system and a management information system which are compatible with cost accounting and control systems prescribed by the department. The department shall establish a simplified double-entry bookkeeping system for use by family-operated group homes. Each purchaser shall determine whether a family-operated group home from which it purchases services shall use the double-entry accounting system or the simplified system and shall include this

determination in the purchase of service contract. In this paragraph
"family-operated group home" means a group home licensed under s. 48.66 (1) (a) for
which the licensee is one or more individuals who operate not more than one group
<u>home.</u>
-1261/P3.484 Section 606. 49.34 (4) (c) of the statutes is amended to read
49.34 (4) (c) Unless waived by the department, biennially, or annually is
required under federal law, provide the purchaser with a certified financial and
compliance audit report if the care and services purchased exceed \$25,000. The audit
shall follow standards that the department prescribes. A purchaser may waive the
requirements of this paragraph for any family-operated group home, as defined in
par. (a), from which it purchases services.
-1261/P3.485 Section 607. 49.34 (5m) (a) 1. of the statutes is amended to
read:
49.34 (5m) (a) 1. "Provider" means a nonstock corporation organized under ch.
181 that is a nonprofit corporation, as defined in s. 181.0103 (17), and that contracts
under this section to provide client services on the basis of a unit rate per client
service or a county department under s. 46.215, 46.22, 46.23, 51.42, or 51.437 that
contracts under this section to provide client services on the basis of a unit rate per
client service.
-1261/P3.486 Section 608. 49.34 (5m) (b) 1. of the statutes is amended to
read:
49.34 (5m) (b) 1. Subject to subds. 2. and 3. and par. (em), if revenue under a
contract for the provision of a rate-based service exceeds allowable costs incurred in
the contract period, the provider may retain from the surplus generated by that
rate-based service up to 5% of the contract amount. A provider that retains a surplus

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under this subdivision shall use that retained surplus to cover a deficit between revenue and allowable costs incurred in any preceding or future contract period for the same rate-based service that generated the surplus or to address the programmatic needs of clients served by the same rate-based service that generated the surplus.

-1261/P3.487 Section 609. 49.34 (5m) (b) 2. of the statutes is amended to read:

49.34 (5m) (b) 2. Subject to subd. 3. and par. (em), a provider may accumulate funds from more than one contract period under this paragraph, except that, if at the end of a contract period the amount accumulated from all contract periods for a rate-based service exceeds 10% of the amount of all current contracts for that rate-based service, the provider shall, at the request of a purchaser, return to that purchaser the purchaser's proportional share of that excess and use any of that excess that is not returned to a purchaser to reduce the provider's unit rate per client for that rate-based service in the next contract period. If a provider has held for 4 consecutive contract periods an accumulated reserve for a rate-based service that is equal to or exceeds 10% of the amount of all current contracts for that rate-based service, the provider shall apply 50% of that accumulated amount to reducing its unit rate per client for that rate-based service in the next contract period.

-1261/P3.488 SECTION 610. 49.34 (5m) (em) of the statutes is created to read: 49.34 (5m) (em) Notwithstanding par. (b) 1. and 2., a county department under

s. 46.215, 51.42, or 51.437 providing client services in a county having a population of 500,000 or more or a nonstock, nonprofit corporation providing client services in such a county may not retain a surplus under par. (b) 1. or accumulate funds under par. (b) 2. from revenues that are used to meet the maintenance-of-effort

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requirement under the federal temporary assistance for needy families program under 42 USC 601 to 619.

-1261/P3.489 Section 611. 49.345 of the statutes is created to read:

49.345 Cost of care and maintenance; liability; collection and deportation counsel; collections; court actions; recovery. (1) Liability and the collection and enforcement of such liability for the care, maintenance, services, and supplies specified in this section are governed exclusively by this section, except in cases of child support ordered by a court under s. 48.355 (2) (b) 4., 48.357 (5m) (a), or 48.363 (2) or ch. 767.

(2) Except as provided in sub. (14) (b) and (c), any person, including but not limited to a person placed under s. 48.345 (3) or 48.357 (1) or (2m), receiving care. maintenance, services, and supplies provided by any institution in this state, in which the state is chargeable with all or part of the person's care, maintenance, services, and supplies, and the person's property and estate, including the homestead, and the spouse of the person, and the spouse's property and estate, including the homestead, and, in the case of a minor child, the parents of the person, and their property and estates, including their homestead, and, in the case of a foreign child described in s. 48.839 (1) who became dependent on public funds for his or her primary support before an order granting his or her adoption, the resident of this state appointed guardian of the child by a foreign court who brought the child into this state for the purpose of adoption, and his or her property and estate. including his or her homestead, shall be liable for the cost of the care, maintenance. services, and supplies in accordance with the fee schedule established by the department under s. 49.32 (1). If a spouse, widow, or minor, or an incapacitated person may be lawfully dependent upon the property for his or her support, the court

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- shall release all or such part of the property and estate from the charges that may be necessary to provide for the person. The department shall make every reasonable effort to notify the liable persons as soon as possible after the beginning of the maintenance, but the notice or the receipt thereof is not a condition of liability.
- (3) After investigation of the liable persons' ability to pay, the department shall make collection from the person who in the opinion of the department under all of the circumstances is best able to pay, giving due regard to relationship and the present needs of the person or of the lawful dependents. However, the liability of relatives for maintenance shall be in the following order: first, the spouse of the person; then, in the case of a minor, the parent or parents.
- (4) (a) If a person liable under sub. (2) fails to make payment or enter into or comply with an agreement for payment, the department may bring an action to enforce the liability or may issue an order to compel payment of the liability. Any person aggrieved by an order issued by the department under this paragraph may appeal the order as a contested case under ch. 227 by filing with the department a request for a hearing within 30 days after the date of the order.
- (b) If judgment is rendered in an action brought under par. (a) for any balance that is 90 or more days past due, interest at the rate of 12 percent per year shall be computed by the clerk and added to the liable person's costs. That interest shall begin on the date on which payment was due and shall end on the day before the date of any interest that is computed under s. 814.04 (4).
- (c) If the department issues an order to compel payment under par. (a), interest at the rate of 12 percent per year shall be computed by the department and added at the time of payment to the person's liability. That interest shall begin on the date on which payment was due and shall end on the day before the date of final payment.

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- (a) fails to pay the department any amount due under the terms of the order, and no contested case to review the order is pending, and the time for filing for a contested case review has expired, the department may present a certified copy of the order to the circuit court for any county. The circuit court shall, without notice, render judgment in accordance with the order. A judgment rendered under this subsection shall have the same effect and shall be entered in the judgment and lien docket and may be enforced in the same manner as if the judgment had been rendered in an action tried and determined by the circuit court.
- (6) The sworn statement of the collection and deportation counsel, or of the secretary, shall be evidence of the fee and of the care and services received by the person.
- (7) The department shall administer and enforce this section. It shall appoint an attorney to be designated "collection and deportation counsel" and other necessary assistants. The department may delegate to the collection and deportation counsel such other powers and duties as it considers advisable. The collection and deportation counsel or any of the assistants may administer oaths, take affidavits and testimony, examine public records, and subpoena witnesses and the production of books, papers, records, and documents material to any matter of proceeding relating to payments for the cost of maintenance. The department shall encourage agreements or settlements with the liable person, having due regard to ability to pay and the present needs of lawful dependents.
 - (8) The department may do any of the following:

- (a) Appear for the state in any and all collection and deportation matters arising in the several courts, and may commence suit in the name of the department to recover the cost of maintenance against the person liable therefor.
- (b) Determine whether any person is subject to deportation, and on behalf of this state enter into reciprocal agreements with other states for deportation and importation of persons who are public charges, upon such terms as will protect the state's interests and promote mutual amicable relations with other states.
- (c) From time to time investigate the financial condition and needs of persons liable under sub. (2), their present ability to maintain themselves, the persons legally dependent upon them for support, the protection of the property and investments from which they derive their living and their care and protection, for the purpose of ascertaining the person's ability to make payment in whole or in part.
- (d) After due regard to the case and to a spouse and minor children who are lawfully dependent on the property for support, compromise or waive any portion of any claim of the state or county for which a person specified under sub. (2) is liable, but not any claim payable by an insurer under s. 632.89 (2) or (2m) or by any other 3rd party.
- (e) Make an agreement with a person who is liable under sub. (2), or who may be willing to assume the cost of maintenance of any person, providing for the payment of such costs at a specified rate or amount.
- (f) Make adjustment and settlement with the several counties for their proper share of all moneys collected.
- (g) Pay quarterly from the appropriation under s. 20.437 (1) (gg) the collection moneys due county departments under ss. 46.22 and 46.23. Payments shall be made as soon after the close of each quarter as is practicable.

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- (9) Any person who willfully testifies falsely as to any material matter in an investigation or proceeding under this section shall be guilty of perjury. Banks, employers, insurers, savings banks, savings and loan associations, brokers, and fiduciaries, upon request of the department, shall furnish in writing and duly certified, full information regarding the property, earnings, or income or any funds deposited to the credit of or owing to any person liable under sub. (2). That certified statement shall be admissible in evidence in any action or proceeding to compel payment under this section, and shall be evidence of the facts stated in the certified statement, if a copy of the statement is served upon the party sought to be charged not less than 3 days before the hearing.
- (10) The department shall make all reasonable and proper efforts to collect all claims for maintenance, to keep payments current, and periodically to review all unpaid claims.
- (11) (a) Except as provided in par. (b), in any action to recover from a person liable under this section, the statute of limitations may be pleaded in defense.
- (b) If a person who is liable under this section is deceased, a claim may be filed against the decedent's estate and the statute of limitations specified in s. 859.02 shall be exclusively applicable. This paragraph applies to liability incurred on or after July 20, 1985.
- (14) (a) Except as provided in pars. (b) and (c), liability of a person specified in sub. (2) or s. 49.32 (1) for care and maintenance of persons under 18 years of age in residential, nonmedical facilities such as group homes, foster homes, treatment foster homes, subsidized guardianship homes, and residential care centers for children and youth is determined in accordance with the cost-based fee established under s. 49.32 (1). The department shall bill the liable person up to any amount of

liability not paid by an insurer under s. 632.89 (2) or (2m) or by other 3rd-party benefits, subject to rules that include formulas governing ability to pay established by the department under s. 49.32 (1). Any liability of the person not payable by any other person terminates when the person reaches age 18, unless the liable person has prevented payment by any act or omission.

- (b) Except as provided in par. (c), and subject to par. (cm), liability of a parent specified in sub. (2) or s. 49.32 (1) for the care and maintenance of the parent's minor child who has been placed by a court order under s. 48.355 or 48.357 in a residential, nonmedical facility such as a group home, foster home, treatment foster home, subsidized guardianship home, or residential care center for children and youth shall be determined by the court by using the percentage standard established by the department under s. 49.22 (9) and by applying the percentage standard in the manner established by the department under par. (g).
- (c) Upon request by a parent, the court may modify the amount of child support payments determined under par. (b), subject to par. (cm), if, after considering the following factors, the court finds by the greater weight of the credible evidence that the use of the percentage standard is unfair to the child or to either of the parents:
 - 1. The needs of the child.
- 2. The physical, mental, and emotional health needs of the child, including any costs for the child's health insurance provided by a parent.
- 3. The standard of living and circumstances of the parents, including the needs of each parent to support himself or herself at a level equal to or greater than that established under 42 USC 9902 (2).
 - 4. The financial resources of the parents.

- 5. The earning capacity of each parent, based on each parent's education, training, and work experience and based on the availability of work in or near the parent's community.
 - 6. The need and capacity of the child for education, including higher education.
 - 7. The age of the child.
 - 8. The financial resources and the earning ability of the child.
- 9. The needs of any person, including dependent children other than the child, whom either parent is legally obligated to support.
- 10. The best interests of the child, including, but not limited to, the impact on the child of expenditures by the family for improvement of any conditions in the home that would facilitate the reunification of the child with the child's family, if appropriate, and the importance of a placement that is the least restrictive of the rights of the child and the parents and the most appropriate for meeting the needs of the child and the family.
 - 11. Any other factors that the court in each case determines are relevant.
- (cm) 1. Except as provided in subd. 2., if a parent who is required to pay child support under par. (b) or (c) is receiving adoption assistance under s. 48.975 for the child for whom support is ordered, the amount of the child support payments determined under par. (b) or (c) may not exceed the amount of the adoption assistance maintenance payments under s. 48.975 (3) (a). If an agreement under s. 48.975 (4) is in effect that provides for a payment of \$0 under s. 48.975 (3) (a), the payment of \$0 shall be considered to be an adoption assistance maintenance payment for purposes of this subdivision.
- 2. Subdivision 1. does not apply if, after considering the factors under par. (c)1. to 11., the court finds by the greater weight of the credible evidence that limiting

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the amount of the child support payments to the amount of the adoption assistance maintenance payments under s. 48.975 (3) (a) is unfair to the child or to either of the parents.

- (d) If the court finds under par. (c) that use of the percentage standard is unfair to the minor child or either of the parents, the court shall state in writing or on the record the amount of support that would be required by using the percentage standard, the amount by which the court's order deviates from that amount, its reasons for finding that use of the percentage standard is unfair to the child or the parent, its reasons for the amount of the modification, and the basis for the modification.
- (e) 1. An order issued under s. 48.355 (2) (b) 4., 48.357 (5m) (a), or 48.363 (2) for support determined under this subsection constitutes an assignment of all commissions, earnings, salaries, wages, pension benefits, benefits under ch. 102 or 108, and other money due or to be due in the future to the county department under s. 46.22 or 46.23 in the county where the order was entered or to the department, depending upon the placement of the child as specified by rules promulgated under subd. 5. The assignment shall be for an amount sufficient to ensure payment under the order.
- 2. Except as provided in subd. 3., for each payment made under the assignment, the person from whom the payer under the order receives money shall receive an amount equal to the person's necessary disbursements, not to exceed \$3, which shall be deducted from the money to be paid to the payer.
- 3. Benefits under ch. 108 may be assigned and withheld only in the manner provided in s. 108.13 (4). Any order to withhold benefits under ch. 108 shall be for an amount certain. When money is to be withheld from these benefits, no fee may

- be deducted from the amount withheld and no fine may be levied for failure to withhold the money.
- 4. No employer may use an assignment under this paragraph as a basis for the denial of employment to a person, the discharge of an employee, or any disciplinary action against an employee. An employer who denies employment or discharges or disciplines an employee in violation of this subdivision may be fined not more than \$500 and may be required to make full restitution to the aggrieved person, including reinstatement and back pay. Except as provided in this subdivision, restitution shall be in accordance with s. 973.20. An aggrieved person may apply to the district attorney or to the department of workforce development for enforcement of this subdivision.
- 5. The department shall promulgate rules for the operation and implementation of assignments under this paragraph.
- (f) If the amount of the child support determined under this subsection is greater than the cost for the care and maintenance of the minor child in the residential, nonmedical facility, the assignee under par. (e) 1. shall expend or otherwise dispose of any funds that are collected in excess of the cost of such care and maintenance in a manner that the assignee determines will serve the best interests of the minor child.
- (16) The department shall delegate to county departments under ss. 46.22 and 46.23 or the local providers of care and services meeting the standards established by the department under s. 49.34 the responsibilities vested in the department under this section for collection of fees for services other than those provided at state facilities, if the county departments or providers meet the conditions that the department determines are appropriate. The department may delegate to county

departments under ss. 46.22 and 46.23 the responsibilities vested in the department under this section for collection of fees for services provided at the state facilities if the necessary conditions are met.

-1261/P3.490 Section 612. 49.35 (1) (a) of the statutes is amended to read:

49.35 (1) (a) The department shall supervise the administration of programs under this subchapter and ch. 48. The department shall submit to the federal authorities state plans for the administration of programs under this subchapter and ch. 48 in such form and containing such information as the federal authorities require, and shall comply with all requirements prescribed to ensure their correctness.

-1261/P3.491 Section 613. 49.35 (1) (b) of the statutes is amended to read:

49.35 (1) (b) All records of the department and all county records relating to programs under this subchapter and ch. 48 and aid under s. 49.18, 1971 stats., s. 49.20, 1971 stats., and s. 49.61, 1971 stats., as affected by chapter 90, laws of 1973, shall be open to inspection at all reasonable hours by authorized representatives of the federal government. Notwithstanding ss. 48.396 (2) and 938.396 (2), all county records relating to the administration of the services and public assistance specified in this paragraph shall be open to inspection at all reasonable hours by authorized representatives of the department.

-1261/P3.492 Section 614. 49.35 (2) of the statutes is amended to read:

49.35 (2) The county administration of all laws relating to programs under this subchapter <u>and ch. 48</u> shall be vested in the officers and agencies designated in the statutes.

-1267/P1.123 Section 615. 49.36 (2) of the statutes is amended to read:

49.36 (2) The department may contract with any county, tribal governing body,
or Wisconsin Works agency to administer a work experience and job training
program for parents who are not custodial parents and who fail to pay child support
or to meet their children's needs for support as a result of unemployment or
underemployment. The program may provide the kinds of work experience and job
training services available from the program under s. 49.193, 1997 stats., or s. 49.147
(3) or (4). The program may also include job search and job orientation activities.
The department shall fund the program from the appropriations under s. $20.445(3)$
20.437 (2) (dz) and (k).

-1267/P1.124 Section 616. 49.45 (6m) (br) 1. of the statutes is amended to read:

49.45 (6m) (br) 1. Notwithstanding s. 20.410 (3) (cd), 20.435 (4) (bt) or (7) (b) or 20.445 (3) 20.437 (2) (dz), the department shall reduce allocations of funds to counties in the amount of the disallowance from the appropriation account under s. 20.435 (4) (bt) or (7) (b), or the department shall direct the department of workforce development children and families to reduce allocations of funds to counties or Wisconsin works Works agencies in the amount of the disallowance from the appropriation account under s. 20.445 (3) 20.437 (2) (dz) or direct the department of corrections to reduce allocations of funds to counties in the amount of the disallowance from the appropriation account under s. 20.410 (3) (cd), in accordance with s. 16.544 to the extent applicable.

-1267/P1.125 Section 617. 49.45 (40) of the statutes is amended to read:

49.45 (40) PERIODIC RECORD MATCHES. If the department contracts with the department of workforce development children and families under s. 49.197 (5), the

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department shall cooperate with the department of workforce development children and families in matching records of medical assistance recipients under s. 49.32 (7).

-1267/P1.126 Section 618. 49.48 (1m) of the statutes is amended to read: 49.48 (1m) If an individual who applies for or to renew a certification under sub. (1) does not have a social security number, the individual, as a condition of obtaining the certification, shall submit a statement made or subscribed under oath or affirmation to the department that the applicant does not have a social security number. The form of the statement shall be prescribed by the department of workforce development children and families. A certification issued or renewed in reliance upon a false statement submitted under this subsection is invalid.

-1267/P1.127 Section 619. 49.48 (2) of the statutes is amended to read:

49.48 (2) The department of health and family services may not disclose any information received under sub. (1) to any person except to the department of workforce development children and families for the purpose of making certifications required under s. 49.857.

-1267/P1.128 Section 620. 49.48 (3) of the statutes is amended to read:

49.48 (3) The department of health and family services shall deny an application for the issuance or renewal of a certification specified in sub. (1), shall suspend a certification specified in sub. (1) or may, under a memorandum of understanding under s. 49.857 (2), restrict a certification specified in sub. (1) if the department of workforce development children and families certifies under s. 49.857 that the applicant for or holder of the certificate is delinquent in the payment of court-ordered payments of child or family support, maintenance, birth expenses, medical expenses or other expenses related to the support of a child or former spouse or fails to comply, after appropriate notice, with a subpoena or warrant issued by the

department of workforce development children and families or a county child support agency under s. 59.53 (5) and related to paternity or child support proceedings.

-1267/P1.129 SECTION 621. 49.775 (2) (bm) of the statutes is amended to read:

49.775 (2) (bm) The custodial parent assigns to the state any right of the custodial parent or of the dependent child to support from any other person. No amount of support that begins to accrue after the individual ceases to receive payments under this section may be considered assigned to the state. Any money that is received by the department of workforce development children and families under an assignment to the state under this paragraph and that is not the federal share of support shall be paid to the custodial parent. The department of workforce development children and families shall pay the federal share of support assigned under this paragraph as required under federal law or waiver.

-1267/P1.130 Section 622. 49.78 (4) of the statutes is amended to read:

49.78 (4) Rules; Merit system. The department of workforce development children and families shall promulgate rules for the efficient administration of aid to families with dependent children in agreement with the requirement for federal aid, including the establishment and maintenance of personnel standards on a merit basis. The provisions of this section relating to personnel standards on a merit basis supersede any inconsistent provisions of any law relating to county personnel. This subsection shall not be construed to invalidate the provisions of s. 46.22 (1) (d).

-1261/P3.493 Section 623. 49.78 (5) of the statutes is amended to read:

49.78 (5) PERSONNEL EXAMINATIONS. Statewide examinations to ascertain qualifications of applicants in any county department administering aid to families

with dependent children shall be given by the administrator of the division of merit recruitment and selection in the office of state employment relations. The office of state employment relations shall be reimbursed for actual expenditures incurred in the performance of its functions under this section from the appropriations available to the department of health and family services children and families for administrative expenditures.

-1267/P1.131 Section 624. 49.78 (7) of the statutes is amended to read:

49.78 (7) County personnel systems. Pursuant to rules promulgated under sub. (4), the department of workforce development children and families where requested by the county shall delegate to that county, without restriction because of enumeration, any or all of the authority of the department of workforce development's authority children and families under sub. (4) to establish and maintain personnel standards including salary levels.

-1267/P1.132 Section 625. 49.79 (10) of the statutes is amended to read:

49.79 (10) CONTRACT FOR EMPLOYMENT AND TRAINING PROGRAM. The department shall contract with the department of workforce development children and families to administer the employment and training program under s. 49.13.

-1267/P1.133 Section 626. 49.81 (intro.) of the statutes is amended to read:

49.81 Public assistance recipients' bill of rights. (intro.) The department of health and family services, the department of workforce development children and families, and all public assistance and relief-granting agencies shall respect rights for recipients of public assistance. The rights shall include all rights guaranteed by the U.S. constitution and the constitution of this state, and in addition shall include:

-1267/P1.134 SECTION 627. 49.82 (1) of the statutes is amended to read:

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49.82 (1) Departments to advise counties. The department of health and family services and the department of workforce development children and families shall advise all county officers charged with the administration of requirements relating to public assistance programs under this chapter and shall render all possible assistance in securing compliance therewith, including the preparation of necessary forms and reports. The department of health and family services and the department of workforce development children and families shall also publish any information that those departments consider advisable to acquaint persons entitled to public assistance, and the public generally, with the laws governing public assistance under this chapter.

-1267/P1.135 Section 628. 49.83 of the statutes is amended to read:

49.83 Limitation on giving information. Except as provided under s. 49.32 (9), (10), and (10m), no person may use or disclose information concerning applicants and recipients of relief funded by a relief block grant, aid to families with dependent children, Wisconsin Works under ss. 49.141 to 49.161, social services, child and spousal support and establishment of paternity and medical support liability services under s. 49.22, or supplemental payments under s. 49.77 for any purpose not connected with the administration of the programs, except that the department of workforce development children and families may disclose such information to the department of revenue for the sole purpose of administering state taxes. Any person violating this section may be fined not less than \$25 nor more than \$500 or imprisoned in the county jail not less than 10 days nor more than one year or both.

-1267/P1.136 Section 629. 49.845 (1) of the statutes is amended to read:

49.845 (1) FRAUD INVESTIGATION. From the appropriations under s. 20.435 (4) (bn), (kz), (L), and (nn), the department of health and family services shall establish

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a program to investigate suspected fraudulent activity on the part of recipients of medical assistance under subch. IV. food stamp benefits under the food stamp program under 7 USC 2011 to 2036, supplemental security income payments under s. 49.77, payments for the support of children of supplemental security income recipients under s. 49.775, and health care benefits under the Badger Care health care program under s. 49.665 and, if the department of workforce development children and families contracts with the department of health and family services under sub. (4), on the part of recipients of aid to families with dependent children under s. 49.19 and participants in the Wisconsin Works program under ss. 49.141 to 49.161. The activities of the department of health and family services under this subsection may include comparisons of information provided to the department by an applicant and information provided by the applicant to other federal, state, and local agencies, development of an advisory welfare investigation prosecution standard, and provision of funds to county departments under ss. 46.215, 46.22, and 46.23 and to Wisconsin Works agencies to encourage activities to detect fraud. The department of health and family services shall cooperate with district attorneys regarding fraud prosecutions.

-1267/P1.137 Section 630. 49.845 (2) of the statutes is amended to read:

49.845 (2) State error reduced activities. The department of health and family services shall conduct activities to reduce payment errors in the Medical Assistance program under subch. IV, the food stamp program under 7 USC 2011 to 2036, the supplemental security income payments program under s. 49.77, the program providing payments for the support of children of supplemental security income recipients under s. 49.775, and the Badger Care health care program under s. 49.665 and, if the department of workforce development children and families

contracts with the department of health and family services under sub. (4), in Wisconsin Works under ss. 49.141 to 49.161.

-1267/P1.138 Section 631. 49.845 (3) of the statutes is amended to read:

49.845 (3) WISCONSIN WORKS AGENCY ERROR REDUCTION. If the department of workforce development children and families contracts with the department of health and family services under sub. (4), the department of health and family services shall provide funds from the appropriation under s. 20.435 (4) (kz) to Wisconsin Works agencies to offset the administrative costs of reducing payment errors in Wisconsin Works under ss. 49.141 to 49.161.

-1267/P1.139 SECTION 632. 49.845 (4) of the statutes is amended to read:

49.845 (4) Contract for Wisconsin Works. Notwithstanding s. 49.197 (1m) and (3), the department of workforce development children and families may contract with the department of health and family services to investigate suspected fraudulent activity on the part of recipients of aid to families with dependent children under s. 49.19 and participants in Wisconsin Works under ss. 49.141 to 49.161 and to conduct activities to reduce payment errors in Wisconsin Works under ss. 49.141 to 49.161, as provided in this section.

-1267/P1.140 Section 633. 49.85 (1) of the statutes is amended to read:

49.85 (1) Department notification requirement. If a county department under s. 46.215, 46.22, or 46.23 or a governing body of a federally recognized American Indian tribe or band determines that the department of health and family services may recover an amount under s. 49.497, 49.793, or 49.847, or that the department of workforce development children and families may recover an amount under s. 49.161 or 49.195 (3) or collect an amount under s. 49.147 (6) (cm), the county department or governing body shall notify the affected department of the

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determination. If a Wisconsin Works agency determines that the department of
workforce development children and families may recover an amount under s. 49.161
or 49.195 (3), or collect an amount under s. 49.147 (6) (cm), the Wisconsin Works
agency shall notify the department of workforce development children and families
of the determination.

-1267/P1.141 Section 634. 49.85 (2) (b) of the statutes is amended to read:

49.85 (2) (b) At least annually, the department of workforce development children and families shall certify to the department of revenue the amounts that, based on the notifications received under sub. (1) and on other information received by the department of workforce development children and families, the department of workforce development children and families has determined that it may recover under ss. 49.161 and 49.195 (3) and collect under s. 49.147 (6) (cm), except that the department of workforce development children and families may not certify an amount under this subsection unless it has met the notice requirements under sub. (3) and unless its determination has either not been appealed or is no longer under appeal.

-1267/P1.142 SECTION 635. 49.85 (3) (b) (intro.) of the statutes is amended to read:

49.85 (3) (b) (intro.) At least 30 days before certification of an amount, the department of workforce development children and families shall send a notice to the last-known address of the person from whom that department intends to recover or collect the amount. The notice shall do all of the following:

-1267/P1.143 Section 636. 49.85 (3) (b) 1. of the statutes is amended to read:

1	49.85 (3) (b) 1. Inform the person that the department of workforce				
2	development children and families intends to certify to the department of revenue				
3	an amount that the department of workforce development children and families has				
4	determined to be due under s. 49.161 or 49.195 (3) or to be delinquent under a				
5	repayment agreement for a loan under s. 49.147 (6), for setoff from any state ta				
6	refund that may be due the person.				
7	*-1267/P1.144* Section 637. 49.85 (3) (b) 2. of the statutes is amended to				
8	read:				
9	49.85 (3) (b) 2. Inform the person that he or she may appeal the determination				
10	of the department of workforce development children and families to certify the				
11	amount by requesting a hearing under sub. (4) within 30 days after the date of the				
12	letter and inform the person of the manner in which he or she may request a hearing.				
13	*-1267/P1.145* Section 638. 49.85 (3) (b) 3. of the statutes is amended to				
14	read:				
15	49.85 (3) (b) 3. Inform the person that, if the determination of the department				
16	of workforce development children and families is appealed, that department will				
17	not certify the amount to the department of revenue while the determination of the				
18	department of workforce development children and families is under appeal.				
19	*-1267/P1.146* Section 639. 49.85 (3) (b) 4. of the statutes is amended to				
20	read:				
21	49.85 (3) (b) 4. Inform the person that, unless a contested case hearing is				
22	requested to appeal the determination of the department of workforce development				
23	children and families, the person may be precluded from challenging any subsequent				

setoff of the certified amount by the department of revenue, except on the grounds

that the certified amount has been partially or fully	paid or	otherwise	discharged,
since the date of the notice.			

-1267/P1.147 SECTION 640. 49.85 (3) (b) 5. of the statutes is amended to read:

49.85 (3) (b) 5. Request that the person inform the department of workforce development children and families if a bankruptcy stay is in effect with respect to the person or if the claim has been discharged in bankruptcy.

-1267/P1.148 SECTION 641. 49.85 (4) (b) of the statutes is amended to read:

49.85 (4) (b) If a person has requested a hearing under this subsection, the department of workforce development children and families shall hold a contested case hearing under s. 227.44, except that the department of workforce development children and families may limit the scope of the hearing to exclude issues that were presented at a prior hearing or that could have been presented at a prior opportunity for hearing.

-1267/P1.149 Section 642. 49.85 (5) of the statutes is amended to read:

49.85 (5) EFFECT OF CERTIFICATION. Receipt of a certification by the department of revenue shall constitute a lien, equal to the amount certified, on any state tax refunds or credits owed to the obligor. The lien shall be foreclosed by the department of revenue as a setoff under s. 71.93. Certification of an amount under this section does not prohibit the department of health and family services or the department of workforce development children and families from attempting to recover or collect the amount through other legal means. The department of health and family services or the department of workforce development children and families shall promptly notify the department of revenue upon recovery or collection of any amount previously certified under this section.

1	*-1267/P1.150* Section 643. 49.852 (1) of the statutes is renumbered 49.852
2	(1m) and amended to read:
3	49.852 (1m) The department of workforce development may direct the
4	department of employee trust funds, the retirement system of any 1st class city, any
5	retirement system established under chapter 201, laws of 1937, or the administrator
6	of any other pension plan to withhold the amount specified in the statewide support
7	lien docket under s. 49.854 (2) (b) from any lump sum payment from a pension plan
8	that may be paid a delinquent support obligor, except that the department of
9	workforce development may not direct that an amount be withheld under this
10	subsection unless it has met the notice requirements under sub. (2) and unless the
11	amount specified has either not been appealed or is no longer under appeal under s.
12	49.854.
13	*-1267/P1.151* Section 644. 49.852 (1c) of the statutes is created to read:
14	49.852 (1c) In this section, "department" means the department of children
15	and families.
16	*-1267/P1.152* Section 645. 49.852 (2) (intro.) of the statutes is amended to
17	read:
18	49.852 (2) (intro.) The department of workforce development shall send a
19	notice to the last-known address of the person from whom the department intends
20	to recover the amount specified in the statewide support lien docket under s. 49.854
21	(2) (b). The notice shall do all of the following:
22	*-1267/P1.153* Section 646. $49.852(2)(c)$ of the statutes is amended to read:
23	49.852 (2) (c) Request that the person inform the department of workforce
24	development or the appropriate county child support agency under s. 59.53 (5) if a
25	bankruptcy stay is in effect with respect to the person.

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-1267/P1.154 Section 647. 49.852 (3) of the statutes is amended to read:

49.852 (3) If a person has requested a hearing pursuant to sub. (2) (b), the hearing shall be conducted before the circuit court that rendered the initial order to pay support. The court shall schedule a hearing within 10 business days after receiving a request for a hearing. A circuit court commissioner may conduct the hearing. If the court determines that the person owes the amount specified in the statewide support lien docket under s. 49.854 (2) (b), the department of workforce development may direct the department of employee trust funds, the retirement system of any 1st class city, any retirement system established under chapter 201, laws of 1937, or the administrator of any other pension plan, whichever is appropriate, to withhold the amount from any lump sum payment from a pension plan that may be paid the person. If the court determines that the person does not owe the amount specified in the statewide support lien docket under s. 49.854 (2) (b), the department of workforce development may not direct the department of employee trust funds, the retirement system of any 1st class city, any retirement system established under chapter 201, laws of 1937, or the administrator of any other pension plan, whichever is appropriate, to withhold the amount from any lump sum payment from a pension plan that may be paid the person.

-1267/P1.155 Section 648. 49.852 (4) (a) of the statutes is amended to read:

49.852 (4) (a) If the department of workforce development directs the department of employee trust funds, the retirement system of any 1st class city, any retirement system established under chapter 201, laws of 1937, or the administrator of any other pension plan to withhold the amount specified in the statewide support lien docket under s. 49.854 (2) (b), this directive shall constitute a lien, equal to the

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amount specified in the statewide support lien docket, on any lump sum payment from a pension plan that may be paid the person.

-1267/P1.156 Section 649. 49.852 (4) (b) of the statutes is amended to read:

49.852 (4) (b) If the department of workforce development directs the department of employee trust funds, the retirement system of any 1st class city, any retirement system established under chapter 201, laws of 1937, or the administrator of any other pension plan to withhold the amount specified in the statewide support lien docket under s. 49.854 (2) (b), the department of employee trust funds, the retirement system of any 1st class city, any retirement system established under chapter 201, laws of 1937, or the administrator of any other pension plan shall deduct from any lump sum payment that may be paid the person the amount specified in the statewide support lien docket, less any amount specified under par. (d). If the amount specified in the statewide support lien docket under s. 49.854 (2) (b), less any amount specified under par. (d), exceeds the lump sum payment, the department of employee trust funds, the retirement system of any 1st class city, any retirement system established under chapter 201, laws of 1937, or the administrator of any other pension plan shall deduct the entire lump sum payment, less any withholdings otherwise required by law. The amount deducted under this paragraph shall be remitted to the department of workforce development.

-1267/P1.157 Section 650. 49.852(4)(c) of the statutes is amended to read:

49.852 (4) (c) A directive to the department of employee trust funds, the retirement system of any 1st class city, any retirement system established under chapter 201, laws of 1937, or the administrator of any other pension plan to withhold the amount specified in the statewide support lien docket under s. 49.854 (2) (b)

1	under this section does not prohibit the department of workforce development from
2	attempting to recover the amount through other legal means.
3	*-1267/P1.158* Section 651. 49.852 (4) (d) of the statutes is amended to read:
4	49.852 (4) (d) The department of workforce development shall promptly notify
5	the department of employee trust funds, the retirement system of any 1st class city,
6	any retirement system established under chapter 201, laws of 1937, or the
7	administrator of any other pension plan upon recovery of any amount previously
8	specified in the statewide support lien docket under s. 49.854 (2) (b).
9	*-1267/P1.159* Section 652. 49.853 (1) (b) of the statutes is amended to read:
10	49.853 (1) (b) "Department" means the department of workforce development
11	children and families.
12	*-1267/P1.160* Section 653. 49.854(1)(a) of the statutes is amended to read:
13	49.854 (1) (a) "Department" means the department of workforce development
14	children and families.
15	*-1267/P1.161* Section 654. 49.854 (11) (b) of the statutes is amended to
16	read:
17	49.854 (11) (b) The department. The department may assess a collection fee
18	to recover the department's costs incurred in levying against property under this
19	section. The department shall determine its costs to be paid in all cases of levy. The
20	obligor is liable to the department for the amount of the collection fee authorized
21	under this paragraph. Fees collected under this paragraph shall be credited to the
22	appropriation account under s. 20.445 (3) 20.437 (2) (ja).
23	*-1267/P1.162* Section 655. 49.855 (1) of the statutes is amended to read:
24	49.855 (1) If a person obligated to pay child support, family support,
25	maintenance, or the receiving and disbursing fee under s. 767.57 (1e) (a) is

delinquent in making any of those payments, or owes an outstanding amount that has been ordered by the court for past support, medical expenses, or birth expenses, upon application under s. 59.53 (5) the department of workforce development children and families shall certify the delinquent payment or outstanding amount to the department of revenue and, at least annually, shall provide to the department of revenue any certifications of delinquencies or outstanding amounts that it receives from another state because the obligor resides in this state.

-1261/P3.494 Section 656. 49.855 (2r) of the statutes is created to read:

49.855 (**2r**) At least annually, the department of children and families shall certify to the department of revenue any obligation owed to that department under s. 49.345 if the obligation is rendered to a judgment.

-1261/P3.495 Section 657. 49.855 (3) of the statutes is amended to read:

49.855 (3) Receipt of a certification by the department of revenue shall constitute a lien, equal to the amount certified, on any state tax refunds or credits owed to the obligor. The lien shall be foreclosed by the department of revenue as a setoff under s. 71.93 (3), (6), and (7). When the department of revenue determines that the obligor is otherwise entitled to a state tax refund or credit, it shall notify the obligor that the state intends to reduce any state tax refund or credit due the obligor by the amount the obligor is delinquent under the support, maintenance, or receiving and disbursing fee order or obligation, by the outstanding amount for past support, medical expenses, or birth expenses under the court order, or by the amount due under s. 46.10 (4), 49.345 (4), or 301.12 (4). The notice shall provide that within 20 days the obligor may request a hearing before the circuit court rendering the order under which the obligation arose. Within 10 days after receiving a request for hearing under this subsection, the court shall set the matter for hearing. Pending

further order by the court or a circuit court commissioner, the department of workforce development children and families or its designee, whichever is appropriate, is prohibited from disbursing the obligor's state tax refund or credit. A circuit court commissioner may conduct the hearing. The sole issues at that hearing shall be whether the obligor owes the amount certified and, if not and it is a support or maintenance order, whether the money withheld from a tax refund or credit shall be paid to the obligor or held for future support or maintenance, except that the obligor's ability to pay shall also be an issue at the hearing if the obligation relates to an order under \$.767.51 (3) (e) 1. or 767.62 (4) (d) 1 (5) 767.89 (3) (e) 1. or 767.805 (4) (d) 1 (and the order specifies that the court found that the obligor's income was at or below the poverty line established under 42 USC 9902 (2).

-1267/P1.163 Section 658. 49.855 (3) of the statutes is amended to read:

49.855 (3) Receipt of a certification by the department of revenue shall constitute a lien, equal to the amount certified, on any state tax refunds or credits owed to the obligor. The lien shall be foreclosed by the department of revenue as a setoff under s. 71.93 (3), (6), and (7). When the department of revenue determines that the obligor is otherwise entitled to a state tax refund or credit, it shall notify the obligor that the state intends to reduce any state tax refund or credit due the obligor by the amount the obligor is delinquent under the support, maintenance, or receiving and disbursing fee order or obligation, by the outstanding amount for past support, medical expenses, or birth expenses under the court order, or by the amount due under s. 46.10 (4) or 301.12 (4). The notice shall provide that within 20 days the obligor may request a hearing before the circuit court rendering the order under which the obligation arose. Within 10 days after receiving a request for hearing under this subsection, the court shall set the matter for hearing. Pending further

development children and families or its designee, whichever is appropriate, is prohibited from disbursing the obligor's state tax refund or credit. A circuit court commissioner may conduct the hearing. The sole issues at that hearing shall be whether the obligor owes the amount certified and, if not and it is a support or maintenance order, whether the money withheld from a tax refund or credit shall be paid to the obligor or held for future support or maintenance, except that the obligor's ability to pay shall also be an issue at the hearing if the obligation relates to an order under s. 767.51 (3) (e) 1. or 767.62 (4) (d) 1. [s. 767.89 (3) (e) 1. or 767.805 (4) (d) 1.] and the order specifies that the court found that the obligor's income was at or below the poverty line established under 42 USC 9902 (2).

-1267/P1.164 Section 659. 49.855 (4) (a) of the statutes is amended to read:

49.855 (4) (a) The department of revenue shall send the portion of any state tax refunds or credits withheld for delinquent child or family support or maintenance or past support, medical expenses, or birth expenses to the department of workforce development children and families or its designee for deposit in the support collections trust fund under s. 25.68 and shall send the portion of any state tax refunds or credits withheld for delinquent receiving and disbursing fees to the department of workforce development children and families or its designee for deposit in the appropriation account under s. 20.445 (3) 20.437 (2) (ja). The department of workforce development children and families shall make a settlement at least annually with the department of revenue. The settlement shall state the amounts certified, the amounts deducted from tax refunds and credits, and the administrative costs incurred by the department of revenue.

-1267/P1.165 Section 660. 49.855 (4) (b) of the statutes is amended to read:

49.855 (4) (b) The department of administration shall send the portion of any federal tax refunds or credits received from the internal revenue service that was withheld for delinquent child or family support or maintenance or past support, medical expenses, or birth expenses to the department of workforce development children and families or its designee for deposit in the support collections trust fund under s. 25.68 and shall send the portion of any federal tax refunds or credits received from the internal revenue service that was withheld for delinquent receiving and disbursing fees to the department of workforce development children and families or its designee for deposit in the appropriation account under s. 20.445 (3) 20.437 (2) (ja).

-1261/P3.496 Section 661. 49.855 (4m) (b) of the statutes is amended to read:

49.855 (4m) (b) The department of revenue may provide a certification that it receives under sub. (1), (2m), or (2p) to the department of administration. Upon receipt of the certification, the department of administration shall determine whether the obligor is a vendor or is receiving any other payments from this state, except for wages, retirement benefits, or assistance under s. 45.352, 1971 stats., s. 45.40 (1), this chapter, or ch. 46, 108, or 301. If the department of administration determines that the obligor is a vendor or is receiving payments from this state, except for wages, retirement benefits, or assistance under s. 45.352, 1971 stats., s. 45.40 (1), this chapter, or ch. 46, 108, or 301, it shall begin to withhold the amount certified from those payments and shall notify the obligor that the state intends to reduce any payments due the obligor by the amount the obligor is delinquent under the support, maintenance, or receiving and disbursing fee order or obligation, by the outstanding amount for past support, medical expenses, or birth expenses under the

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court order, or by the amount due under s. 46.10 (4), 49.345 (4), or 301.12 (4). The notice shall provide that within 20 days after receipt of the notice the obligor may request a hearing before the circuit court rendering the order under which the obligation arose. An obligor may, within 20 days after receiving notice, request a hearing under this paragraph. Within 10 days after receiving a request for hearing under this paragraph, the court shall set the matter for hearing. A circuit court commissioner may conduct the hearing. Pending further order by the court or circuit court commissioner, the department of workforce development or its designee, whichever is appropriate, may not disburse the payments withheld from the obligor. The sole issues at the hearing are whether the obligor owes the amount certified and, if not and it is a support or maintenance order, whether the money withheld shall be paid to the obligor or held for future support or maintenance, except that the obligor's ability to pay is also an issue at the hearing if the obligation relates to an order under s. 767.51 (3) (e) 1. or 767.62 (4) (d) 1. s. 767.89 (3) (e) 1. or 767.805 (4) (d) 1. and the order specifies that the court found that the obligor's income was at or below the poverty line established under 42 USC 9902 (2).

-1267/P1.166 Section 662. 49.855 (4m) (b) of the statutes is amended to read:

49.855 (4m) (b) The department of revenue may provide a certification that it receives under sub. (1), (2m), or (2p) to the department of administration. Upon receipt of the certification, the department of administration shall determine whether the obligor is a vendor or is receiving any other payments from this state, except for wages, retirement benefits, or assistance under s. 45.352, 1971 stats., s. 45.40 (1), this chapter, or ch. 46, 108, or 301. If the department of administration determines that the obligor is a vendor or is receiving payments from this state,

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except for wages, retirement benefits, or assistance under s. 45.352, 1971 stats., s. 45.40 (1), this chapter, or ch. 46, 108, or 301, it shall begin to withhold the amount certified from those payments and shall notify the obligor that the state intends to reduce any payments due the obligor by the amount the obligor is delinquent under the support, maintenance, or receiving and disbursing fee order or obligation, by the outstanding amount for past support, medical expenses, or birth expenses under the court order, or by the amount due under s. 46.10 (4) or 301.12 (4). The notice shall provide that within 20 days after receipt of the notice the obligor may request a hearing before the circuit court rendering the order under which the obligation arose. An obligor may, within 20 days after receiving notice, request a hearing under this Within 10 days after receiving a request for hearing under this paragraph, the court shall set the matter for hearing. A circuit court commissioner may conduct the hearing. Pending further order by the court or circuit court commissioner, the department of workforce development children and families or its designee, whichever is appropriate, may not disburse the payments withheld from the obligor. The sole issues at the hearing are whether the obligor owes the amount certified and, if not and it is a support or maintenance order, whether the money withheld shall be paid to the obligor or held for future support or maintenance, except that the obligor's ability to pay is also an issue at the hearing if the obligation relates to an order under s.767.51 (3) (e) 1. or 767.62 (4) (d) 1. s.767.89 (3) (e) 1. or 767.805 (4) (d) 1. or 767.89 (3) (e) 1) and the order specifies that the court found that the obligor's income was at or below the poverty line established under 42 USC 9902 (2).

-1267/P1.167 Section 663. 49.855 (4m) (c) of the statutes is amended to

24 read:

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49.855 (4m) (c) Except as provided by order of the court after hearing under
par. (b), the department of administration shall continue withholding until the
amount certified is recovered in full. The department of administration shall
$transfer\ the\ amounts\ withheld\ under\ this\ paragraph\ to\ the\ department\ of\ {\color{red}\overline{workforce}}$
development children and families or its designee, the department of health and
family services, or the department of corrections, whichever is appropriate. The
department of workforce development children and families or its designee shall
deposit amounts withheld for delinquent child or family support, maintenance, or
receiving and disbursing fees or past support, medical expenses, or birth expenses
in the appropriation account under s. $\frac{20.445}{(3)} \frac{20.437}{(2)}$ (kp).

-1267/P1.168 Section 664. 49.855 (5) of the statutes is amended to read:

49.855 (5) Certification of an obligation to the department of revenue does not deprive any party of the right to collect the obligation or to prosecute the obligor. The department of workforce development children and families or its designee shall immediately notify the department of revenue of any collection of an obligation that has been certified to the department of revenue.

-1267/P1.169 Section 665. 49.856 (1) (b) of the statutes is amended to read: 49.856 (1) (b) "Department" means the department of workforce development

children and families.

-1267/P1.170 Section 666. 49.857 (1) (cf) of the statutes is created to read: 49.857 (1) (cf) "Department" means the department of children and families.

-1267/P1.171 Section 667. 49.857(1)(f) of the statutes is amended to read:

49.857 (1) (f) "Subpoena or warrant" means a subpoena or warrant issued by the department of workforce development or a child support agency and relating to paternity or support proceedings.